

November 10, 2010

**ITEM NO. B8**

**AUTHORIZATION TO EXECUTE A CONTRACT WITH OMEGA DEMOLITION,  
CORP. FOR DEMOLITION SERVICES AT LECLAIRE COURTS - GROUP 9**

To the Honorable Board of Commissioners:

**RECOMMENDATION**

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract for demolition services at LeClaire Courts – Group 9 with Omega Demolition, Corp. The contract covers the demolition of thirty-eight (38) dwelling units at seven (7) buildings for a firm fixed price of \$328,690.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

**RECOMMENDATION SUMMARY**

Funding: Other Funding

Specification No: 10 – 00596

Vendor: Omega Demolition, Corp.  
31 W 566 Spaulding Road  
Elgin, IL 60120

Contract Type: Demolition	Date Advertised:	September 7, 2010
Contract Amount: \$328,690.00	Pre-Bid Conference:	September 13, 2010
Number of Vendors Solicited: 264 (Including 134 MBE and 6 WBE Firms)	Site Visit:	September 13, 2010
Assist Agencies: 69; Non-Minority: 55	Date Bid Opened:	September 27, 2010
Number of Pick-Ups/Downloads: 25	Advertisement Publication(s):	Chicago Sun-Times Chicago Defender El Dia CHA Website BuySpeed Online
Number of Bids Received: 5(including 1 MBE)		
Contract Time: Ninety (90) calendar days from the date set forth in the Notice to Proceed		

**M/W/DBE Participation:**

Direct	MBE _____ %	WBE <u>30</u> %	DBE _____ %
Indirect	MBE _____ %	WBE _____ %	DBE _____ %
Waiver	<u>No</u>	(Yes/No)	

**Section 3:**

Hiring # 2 Subcontracting \$ \_\_\_\_\_ Other Economic Opportunities \$ \_\_\_\_\_

## **GENERAL BACKGROUND**

As part of the Capital Improvement Program, the Chicago Housing Authority (CHA) solicited bids to perform demolition work at LeClaire Courts (RH-02). LeClaire Courts extends along the west side of South Cicero Avenue from 44<sup>th</sup> Street to 45<sup>th</sup> Street. The structures to be demolished no longer serve a useful purpose and their demolition is needed as part of the ongoing renovation of CHA developments under the Plan for Transformation. The demolition work at LeClaire Courts was split into several bid packages to provide greater contracting opportunities for vendors. Demolition, site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

## **PROCUREMENT HISTORY**

The CHA advertised Invitation for Bid (IFB) No. 10 – 00596 on September 7, 2010 for the demolition of dwelling units at LeClaire Courts – Group 9. The IFB was advertised in the Chicago Sun-Times, the Chicago Defender, El Dia, the CHA website and BuySpeed Online. The pre-bid meeting and site visit were held on September 13, 2010. The CHA received and opened five (5) bids on September 27, 2010.

After reviewing the bid submittal materials, the Department of Procurement and Contracts and the Capital Construction Department held a pre-award survey meeting with the apparent low bidder, with a bid of \$313,683.00, and the apparent second lowest bidder, Omega Demolition, Corp. Both firms responded to questions on the thoroughness of their bids and their capacity to perform this work. After further consideration, the apparent low bidder chose to rescind its bid. Upon completion of the reviews and analysis, the Department of Procurement and Contracts has determined that Omega Demolition, Corp. is the lowest responsive and responsible bidder for Group 9 with a bid of \$328,690.00.

Based on the foregoing, it is in the CHA's best interest for the Board of Commissioners to authorize the Chief Executive Officer or his designee to execute a contract with Omega Demolition, Corp. for demolition services at LeClaire Courts – Group 9 for a firm fixed price of \$328,690.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

**RESOLUTION NO. 2010-CHA-149**

**WHEREAS**, the Board of Commissioners has reviewed the Board Letter dated November 10, 2010, entitled "AUTHORIZATION TO EXECUTE A CONTRACT WITH OMEGA DEMOLITION, CORP. FOR DEMOLITION SERVICES AT LECLAIRE COURTS – GROUP 9";

**THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY**

**THAT** that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract with Omega Demolition, Corp. for demolition services at LeClaire Courts (RH-02) - Group 9 for a firm fixed price of \$328,690.00. The contract will cover the demolition of thirty-eight (38) dwelling units at seven (7) buildings. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

